JOSEPH ONEBANE (1917-1987) JOHN G. TORIAN, II (1936-1991)

JAMES E DIAZ SR TIMOTHY J. MCNAMARA EDWARD C. ABELL, JR. LAWRENCE L. LEWIS, III † ROBERT M. MAHONY DOUGLAS W. TRUXILLO * RANDALL C. SONG MICHAEL G. DURAND GREG GUIDRY GREG GUIDRY *
JOSEPH L. LEMOINE, JR. ††
MARK L. RILEY
GRAHAM N. SMITH *
GORDON T. WHITMAN
GARY P. KRAUS
RICHARD J. PETRE, JR.
CHARLES J. BOUDREAUX, JR. THOMAS G. SMART ROGER E. ISHEE 1 STEVEN C. LANZA JESSE D. LAMBERT ††*
BRENT G. SONNIER *** GREG R. MIER ††
FRANK H. SPRUIELL, JR. 1 MARIA FABRÉ MANUEL MICHAEL P MARAIST JOAN LABBE BOUDREAUX

ONEBANE LAW FIRM

A Professional Corporation

SUITE 600 VERSAILLES BOULEVARD 102 VERSAILLES BOULEVARD (70501) POST OFFICE BOX 3507 LAFAYETTE, LOUISIANA 70502-3507

> FAX: (337) 266-1232 TDD: (337) 266-1217 TELEPHONE: (337) 237-2660

> > WWW.ONEBANE.COM

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OF COUNSEL
WILLIAM E. KELLNER
MARK B. OLIVER
CRAIG A. RYAN
GREGORY K. MOROUX
FREDERICK R. PARKER, JR. †
MICHAEL D. SKINNER
DANIEL C. PALMINTIER

SHREVEPORT OFFICE

400 TRAVIS STREET, SUITE 1000 SHREVEPORT, LA 71101

TELEPHONE: (318) 674-9770 FAX: (318) 674-9775

- LL.M. IN HEALTH LAW
 BOARD CERTIFIED TAX ATTORNEY
 LL.M. IN TAXATION
 REGISTERED PATENT ATTORNEY
- * ALSO ADMITTED IN TEXAS

 ** ALSO ADMITTED IN MISSISSIPPI

 *** ALSO ADMITTED IN OKLAHOMA

8306-63786

APPLICATION

Honorable James H. Welsh Commissioner of Conservation Louisiana Office of Conservation P.O. Box 94275 Baton Rouge, Louisiana 70804

RE: Operc

Operc Zone, Reservoir A UL Zone, Reservoir A Avondale Field

Jefferson Parish, Louisiana

Dear Commissioner Welsh:

Application is hereby made on behalf of **DOMINION EXPLORATION & PRODUCTION**, **INC.** for the calling of a public hearing, after thirty (30) days legal notice, to consider evidence relative to the issuance of Orders pertaining to the following matters in the **Operc Zone**, **Reservoir A** and the **UL Zone**, **Reservoir A**, in the Avondale Field, Jefferson Parish, Louisiana, to-wit:

- To establish rules and regulations and create a single drilling and production unit for the exploration for and production of gas and condensate for each of these reservoirs, such units to be designated OPERC ZONE RA SUA and UL ZONE RA SUA;
- 2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed units, with each tract sharing in unit production on a surface acreage basis of participation;
- 3. To designate a unit well for each of the proposed units;
- 4. To designate Dominion Exploration & Production, Inc. as the unit operator for each of the proposed units;

- 5. To provide that any future wells drilled to the Operc Zone, Reservoir A and the UL Zone, Reservoir A, within or outside of the proposed units, should be located in accordance with the spacing provisions of Statewide Order No. 29-E;
- 6. To provide that the Commissioner of Conservation should be authorized to reclassify each of these reservoirs, by supplemental order without the necessity of a public hearing, if the producing characteristics of the reservoir change and evidence to justify such reclassification is submitted to and accepted by the Commissioner of Conservation; and
- 7. To consider such other matters as may be appropriate and justified by the evidence presented at the hearing.

The Operc Zone, Reservoir A, in the Avondale Field, Jefferson Parish, Louisiana, is hereby defined as being that gas and condensate bearing zone encountered between the depths of 11,160 feet and 13,190 feet, electrical log measurements, in the Dominion Exploration & Production, Inc. – ADM Company No. 1 Well (Serial No. 227361), located in Section 30, Township 13 South, Range 21 East, St. Charles Parish, Louisiana, and is further defined as being that gas and condensate zone encountered between the depths of 11,650 feet and 13,072 feet, electrical log measurements, in the Stanolind Oil & Gas Co. - Missouri Pacific RR No. 2 Well (Serial No. 044667), located in Section 29, Township 13 South, Range 23 East, Jefferson Parish, Louisiana.

The UL Zone, Reservoir A, in the Avondale Field, Jefferson Parish, Louisiana, is hereby defined as that gas and condensate bearing zone encountered between the depths of 8,298 feet and 9,927 feet, electrical log measurements (8,098 feet and 9,319 feet, subsea), in the Humble Oil & Refining — Humble-Avondale Fee No. 10 Well, located in Section 24, Township 13 South, Range 22 East, Jefferson Parish, Louisiana.

A conference to discuss the proposed application and any opposition thereto was held at 11:00 a.m. on December 8, 2004, at the Hyatt Regency New Orleans, Poydras Street at Loyola Avenue, (in the Cabeldo A Room on 2nd Floor), New Orleans, Louisiana (504)561-1234. Randall C. Songy, attorney for the applicant, opened the conference with a brief discussion of the Rules of Procedures. David Comeaux, geological consultant for the applicant, explained the applicant's proposal and the geological engineering, and other bases therefore, and answered questions. While no formal counterplans were presented, representatives of the City of Harahan indicated that they thought that the entire unit should be moved generally to the north, without specifying an exact location for such a unit. The conference was then adjourned.

Pertinent data relating to the proposed application can be obtained, <u>AT THE COST OF THE REQUESTING PARTY</u>, by contacting **David Comeaux with Leon E. Comeaux & Associates**, 305 La Rue France, Lafayette, Louisiana 70508, (337)233-9839.

There is attached hereto and made a part hereof a plat outlining the proposed unit and a list of the names and addresses of the interested parties to whom this unitization proposal is being sent. Pursuant to the Revised Rules of Procedure, such list of parties is being furnished ONLY to the Commissioner of Conservation and to the District Manager of the Lafayette District of the Office of Conservation. However, the list of parties will be provided to any party requesting a copy of it. A reasonable effort was made to ascertain the names and addresses of all Interested Owners, Represented Parties and Interested Parties.

There is also attached hereto and made a part hereof the original signed copy of the Waiver of Production Test for the Operc Zone, which we request that you include as part of the official record for this proceeding.

Finally, enclosed herein is our check in the amount of \$1,510.00 made payable to the Office of Conservation in payment of the required hearing application fee.

Very truly yours

RANDALL C. SÖNG

RCS/elg/bad

Enclosures

CC:

Mr. Richard Hudson, District Manager

Office of Conservation

All Interested Owners, Interested Parties and Represented Parties

P.S. To all Interested Owners, Represented Parties and Interested Parties:

You may have received this Application even though your property is not included in the proposed unit, because the Revised Rules of Procedure require us to attempt to also notify everyone owning an interest in the area "proximate to" the proposed unit.

Your receipt of this Application does not require you to take any action. It is meant to notify you of these proceedings so that you have the opportunity to participate if you so desire.



